DO NOT REINDVL FROM UFFICE

Certificate of Public Convenience and **Necessity Application**

Sussex County

Chesapeake



"Southern Delaware's Premier Water Company Since 1964"

October 19, 2009

Mr. Kevin Neilson Public Service Commission 861 Silver Lake Blvd. Suite 100 Dover, DE 19904

Re: CPCN Application - Chesapeake

Dear Mr. Neilson;

Enclosed you will find the CPCN application for Chesapeake area located in Sussex County, Delaware.

Two original and ten copies of the application have been included. A check payable to the Public Service Commission in the amount of \$300.00 has also been included for the application fee. If I can be of further assistance upon your review, please do not hesitate to contact me at 302-734-7500 Ext. 1014.

Respectfully,

Joseph C. Cuccinello CPCN Coordinator Tidewater Utilities, Inc.

cc: Mr. Grover P. Ingle, SFMO w/enclosures

cc: Mr. Ed Hallock, DPH w/enclosures

cc: Ms. Katherine Bunting-Howarth, DNREC w/enclosures

APPLICATION FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY REQUIRED TO BEGIN OR EXPAND THE BUSINESS OF A PUBLIC WATER UTILITY

BEFORE THE PUBLIC SERVICE COMMISSION

Application Fee

4.

\$300 for filing each extension to a CPCN

\$750 for filing each original application for new water utility 26 Del. C. §114(a)

This form of application must be filed for each new and expanding water system pursuant to 26 Del. C. §203C.

WA'	TE	R UTIL	ITIES:	Chesapeake		
1. Basis for application:						
		8		Water in the proposed service area does not meet the Regulations Governing Public Drinking Water Systems of the State Board of Health for human consumption; {26 Del. C., §203C (d)(2)(a)}; or		
		t	0.	Water supply in the proposed service area is insufficient to meet the projected demand; 26 <u>Del. C.</u> , §203C (d)(2)(b)}; or		
		•	С.	The applicant is in possession of a signed service agreement with the developer of a proposed subdivision or development, which subdivision or development has been duly approved by the respective county government; {26 <u>Del. C.</u> , §203C (e)(1)(a)}; or		
		<u>X</u>	d.	The applicant is in possession of a petition signed by all of the parcel owners of the proposed territory to be served; {26 <u>Del. C.</u> , §203C (e)(1)(b)}; or Exhibit A		
		6	€.	The applicant is in possession of a duly certified copy of a resolution from the governing body of a county or municipality requesting the applicant to provide service to the proposed territory to be served; {26 <u>Del. C.</u> , §203C (e)(1)(c)}.		
2	2.	To obtain a Certificate of Public Convenience and Necessity ("CPCN") to provide adequate water service to customers and meet the Regulations Governing Drinking Water Standards of the State Board of Health for human consumption {26 <u>Del. C.</u> , §203C(a)}.				
3	3.	Tidewater Utilities, Inc. requests an informal fact finding procedure during review of application.				
4. (a.) Full legal name and address of Applicant: Tidewater Utilities, Inc. 1100 South Little Creek Road Dover, Delaware 19901				ter Utilities, Inc. outh Little Creek Road		
		(b.)	Full nar Joseph	ne of the Utility's designated representative: C. Cuccinello K. Opdyke		
				io: 302-734-7500 X1014 or X1012		
		(d.)	Fax no:	302-734-9297		
		(e.)	Email a	ddress: <u>jcuccinello@Tuiwater.com</u> or <u>eopdyke@tuiwater.com</u>		

proposed territory have been notified of application: Exhibit B

6. A complete list of county tax map parcel number(s) for the area covered by the application: Exhibit C

5. Supporting documentation required by 26 Del. C. §203C(e)(1), including evidence that all landowners of the

7. A complete list of county tax map parcel number(s) with corresponding names and addresses of property owners and a copy of the tax map(s) for the area: Exhibit C

- 8. The Applicant hereby certifies that the extension will satisfy the provisions of 26 Del. C. §403C, including:
 - (a.) The Applicant is currently furnishing water to its present customers in Delaware in such a fashion that water pressure at every house supplies is at least 25 psi at all times at the service connection.
 - (b.) The Applicant shall furnish water to the house or separate location of each new customer in the Delaware at a pressure of at least 25 psi at each location or house at all times at the connection while continuing also to supply each old customer at a pressure of at least 25 psi at each house at all times at the service connection.
 - (c.) The Applicant is currently not subject to a finding by the appropriate federal or state regulatory authority that we have materially failed to comply with applicable safe drinking water or water quality standards; and
 - (d.) The Applicant is currently not subject to any Order issued by the Commission finding that Tidewater Utilities, Inc. has materially failed to provide adequate or proper safe water services to existing customers.
- 9. Copies of petitions signed by landowners showing a majority of the parcel owners of the proposed territory to be served agree with the filing of a CPCN to permit Applicant to provide them with public water. **Exhibit A**
- 10. (a.) A copy of the application must be sent to State Fire Marshall, Public Health Department, and Department of Natural Resources.
 - 1.) The current status of such application is: Sent
 - (b.) The Applicant provides the following additional information with this application;
 - 1.) A corporate history including dates of incorporation, subsequent acquisitions and/or mergers, On PSC File
 - 2.) A chart, which depicts the inter-company relationships, On PSC File
 - 3.) A map identifying all areas, including all towns, cities, counties and other governments subdivisions to which service is already provided, **On PSC File**
 - 4.) All copies of Applicant's annual reports to stockholders and that of its subsidiaries, and parent for the last two years, **On PSC File**
 - 5.) Applicant's audited financial statements, 10K's and all proxy material for the last two years, On PSC File
 - 6.) Any additional information required by PSC Staff will be made available on request.

Respectfully submitted,

Gerard L. Esposito

President

Certification of Landowner Information Accuracy

By submitting this application, Tidewater Utilities, Inc. hereby certifies that we have reviewed the appropriate tax or land record documents; and that according to those documents, the landowners identified in the parcel lists are the landowners of record and that the petitions contained in this application have been signed by the landowners of record.

Joseph C. Cuccinello

CPCN Coordinator

EXHIBIT A

EXHIBIT B

PETITION FOR INCLUSION IN TIDEWATER UTILITIES, INC. WATER SERVICE TERRITORY

In accordance with 26 Delaware Code 203-C., I/we, the undersigned, as the recorded property owners according to current tax records for the following property/properties, request to be included in the water service territory of Tidewater Utilities, Inc. I/We understand that all of the property owners must sign this petition in order for Tidewater Utilities, Inc to apply for a Certificate of Public Convenience and Necessity (CPCN) in order to provide water service to the following property/properties:

Tax Parcel Number(s)	532-13.00-85.00	
Owner's Signature(s):	Date:_	10-7-08
	Date:	
Owner's Name(s):	Preston Schell	
Company Name	Delmarva Woodlands Alliance II, LLC	
Owner's Address:	55 Cascade Lane, Suite A	
	Rehoboth Beach, Delaware 19971	

EXHIBIT C



"Southern Delaware's Premier Water Company Since 1964"

September 18, 2009

Certified Mail # 7005 3110 0000 5448 2792

Mr. Preston Schell
Delmarva Woodlands Alliance II, LLC
55 Cascade Lane, Suite A
Rehoboth Beach, DE 19971

Dear Mr. Schell:

Tidewater Utilities Inc. (Tidewater) would like to thank you for the receipt of your signed petition requesting Tidewater to provide water service to your property, parcel number 532-13.00-85.00 located in Sussex County.

Tidewater will be submitting an application for a Certificate of Public Convenience and Necessity (CPCN) with the Public Service Commission (PSC) on or about October 18, 2009. Included with this letter is information that we are required to provide to all landowners within a proposed service territory prior to filing the application for a CPCN.

When the CPCN is granted, Tidewater will have the permission to provide public water service to your parcel. It is important for you, as the landowner, to know that when water service is made available to your parcel you are not obligated to connect to our water system as long as your current water supply is functioning properly. If you agree to have your property be part of this proposed service area, no action on your part is required at this time.

Tidewater understands that customer satisfaction and quality water are the foundation of our business. In 2007 Tidewater was awarded the Torch Award by the Delaware Better Business Bureau for our Marketplace Ethics. Tidewater a part of Middlesex Water Company was recently named one of America's 100 most trustworthy publicly traded firms according to Audit Integrity, Inc. In addition, Tidewater was voted Best Tasting Water in 2007 by Delaware Rural Water Association.

If you have any questions in regards to this matter please feel free to contact me at 1-800-523-7224 ext. 1014.

Joseph C. Cuccinello

CPCN Coordinator

LANDOWNER NOTIFICATION

In accordance with Delaware law and regulations of the Public Service Commission, the applicant, Tidewater Utilities, Inc. must show evidence that all landowners of the proposed territory have been notified by certified mail or its' equivalent of the filing of the application.

- (1) Pursuant to Title 26, § 203C(e) of the Delaware Code, an application for a Certificate of Public Convenience and Necessity (CPCN) will be submitted to the Delaware Public Service Commission on or about October 18, 2009. In accordance with the petition you have recently signed, your properties have been included within an area Tidewater Utilities, Inc. intends to serve with public water and we are required to inform you of certain information. The area to be served is tax parcel number 532-13.00-85.00 located in Sussex County, Delaware. If you agree to the inclusion of your property in the proposed service area, no action on your part is required.
- (2) Pursuant to current law, you may file an objection to receiving water service from Tidewater Utilities, Inc. Under Delaware law, the Public Service Commission cannot grant a CPCN to Tidewater Utilities, Inc. for the proposed service area, including your property, if a majority of the landowners in the proposed service area object to the issuance of the CPCN. If you object to receiving water service from Tidewater Utilities, Inc., you must notify the Commission, in writing, within sixty days of you receipt of this notice or within thirty days of the filing of a completed application for a CPCN, whichever is greater.
- (3) Pursuant to current law, you may also elect to opt-out of inclusion in the proposed service area. The term "opt-out" means that you decide that you do not want to receive water service from Tidewater Utilities, Inc., even if a majority of the landowners in the proposed service area do elect to receive water service from Tidewater Utilities, Inc. If you do decide that you do not want to receive water service from Tidewater Utilities, Inc. and instead wish to opt-out, you must notify the Commission, in writing, within sixty days of your receipt of this notice or within thirty days of the filing of the completed application for a CPCN, whichever is greater.
- (4) You may also request a public hearing on this matter. A request for a public hearing must be made in writing to the Commission within sixty days of your receipt of this notice or within thirty days of the filing of the completed application for a CPCN, whichever is greater.
- (5) The written notice of your decision to object to the issuance of the CPCN, to opt-out of receiving water service from Tidewater Utilities, Inc., and/or your written request for a public hearing, shall be sent to the Secretary of the Public Service Commission at the address below.
- (6) Any written notice you send to the Commission must include the description of the service area referred to in paragraph (1) above and the name of the applicant so the Commission will be able to identify the CPCN application to which your notice is related.
- (7) Questions regarding objections, opt-outs, and hearings may be directed to:

Commission Secretary 861 Silver Lake Blvd. Suite 100 Dover DE, 19904 302-736-7500

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SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: Mr. Preston Schell Delmarva Woodlands Alliance II, LLC 55 Cascade Lane, Suite A Rehoboth Beach, DE 19971	A. Signature X
Deadl, DE 1997	3. Service Type Certified Mail Registered Return Receipt for Merchandise C.O.D.
2. Article Number	4. Restricted Delivery? (Extra Fee) ☐ Yes
(Transfer from service label)	5 3110 0000 5448 2792
PS Form 3811, February 2004 Domestic Retu	urn Receipt 102595-02-M-1540

TAX Parcel Reference List

Exhibit C

Tax Map Parcel Numbers	Acres	Owner
532-13.00-85.00	97.25	Delmarva Woodlands Alliance II, LLC 55 Cascade Lane Suite A Rehoboth Beach, DE 19971

MAPS

SEE ORIGINALS INDOCKET